

## REVISED ANALYSIS

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Bill Number: AB 27

Related Bills: See prior analysis Telephone: 845-3627

Original Date: 12-02-96

Attorney: Doug Brandhall

Sponsor:

**SUBJECT:** Minimum Tax/Change From \$600 to \$300 For Qualified New Corporation/On or After 1/1/98

DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended \_\_\_\_\_.

AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.

AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended \_\_\_\_\_.

FURTHER AMENDMENTS NECESSARY.

☒ DEPARTMENT POSITION CHANGED TO SUPPORT \_\_\_\_\_.

☒ REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED DEC. 2, 1996 STILL APPLIES.

OTHER - See comments below.

### SUMMARY OF BILL

Under the Bank and Corporation Tax Law (B&CTL), this bill would reduce the minimum franchise tax, for a qualified new corporation (as defined), from \$600 to \$300.

### SUMMARY OF REVISION

On February 11, 1997, the Franchise Tax Board voted to take a support position on this bill.

The remainder of the department's prior analysis of the bill as introduced on December 2, 1996, still applies.

### DEPARTMENTS THAT MAY BE AFFECTED:

\_\_\_\_ STATE MANDATE

\_\_\_\_ GOVERNOR'S APPOINTMENT

#### Department Director Position:

☒ S      \_\_\_\_ O  
\_\_\_\_ SA      \_\_\_\_ OUA  
\_\_\_\_ N      \_\_\_\_ NP  
\_\_\_\_ NA      \_\_\_\_ NAR  
\_\_\_\_ PENDING

#### Agency Secretary Position:

\_\_\_\_ S      \_\_\_\_ O  
\_\_\_\_ SA      \_\_\_\_ OUA  
\_\_\_\_ N      \_\_\_\_ NP  
\_\_\_\_ NA      \_\_\_\_ NAR  
DEFER TO \_\_\_\_\_

#### GOVERNOR'S OFFICE USE

Position Approved \_\_\_\_  
Position Disapproved \_\_\_\_  
Position Noted \_\_\_\_

Legislative Director      Date

Johnnie Lou Rosas      2/24/97

Agency Secretary      Date

By:      Date: